

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

| | | | |
|---|---|--|-----------------------------|
| 1 Issuer's name CNL LIFESTYLE PROPERTIES, INC. | | 2 Issuer's employer identification number (EIN) 20-0183627 | |
| 3 Name of contact for additional information CLIENT SERVICES | 4 Telephone No. of contact 866-650-0650 | 5 Email address of contact clientservicesinquiries@cni.com | |
| 6 Number and street (or P.O. box if mail is not delivered to street address) of contact 450 SOUTH ORANGE AVENUE | | 7 City, town, or post office, state, and Zip code of contact ORLANDO, FL 32801 | |
| 8 Date of action See below | | 9 Classification and description COMMON STOCK | |
| 10 CUSIP number 18975F109 | 11 Serial number(s) | 12 Ticker symbol | 13 Account number(s) |

Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶

For the 2015 tax year, CNL Lifestyle Properties, Inc. ("Taxpayer") paid quarterly cash distributions to its common shareholders. Additionally, the taxpayer paid a special cash distribution. Of the total cash distribution made in 2015, 53.66% were in excess of the Taxpayer's current and accumulated earnings and profits.

The quarterly distributions were made on the following dates:

3/31/2015, 6/29/2015, 9/18/2015, 12/18/2015

The special cash distribution was made on December 10, 2015.

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ Of the total cash distributions made in 2015, 53.66% of the value received will reduce the basis in your stock. As required, the Taxpayer will provide annually Form 1099-DIV. You can refer to the Form 1099-DIV for specific information.

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ Taxpayer's earnings and profits were calculated under the provisions of the Internal Revenue Code (IRC) section 312 and the Regulations thereunder. Amounts distributed in excess of earnings and profits reduce the stockholder's basis in its shares to the extent of basis.

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ _____

IRC SECTION 301(c)(2)

18 Can any resulting loss be recognized? ▶ **NO**

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ **The actions are effective on the dates indicated above.**

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here

Signature ▶ *Kaki Rawls* Date ▶ *2.23.16*

Print your name ▶ **KAKI RAWLS** Title ▶ **Vice President of Tax**

Paid Preparer Use Only

| | | | | |
|---|--------------------------------|----------------|---|------------------|
| Print/Type preparer's name | Preparer's signature | Date | Check <input type="checkbox"/> if self-employed | PTIN |
| MICHELLE CINDER | <i>M. Cinder</i> | 2.16.16 | | P01325438 |
| Firm's name ▶ CNL FINANCIAL GROUP | Firm's EIN ▶ 27-4169415 | | Phone no. 407-650-1000 | |
| Firm's address ▶ P.O. Box 4920, ORLANDO, FL 32802-4920 | | | | |